Approved For Release 200 x03/04 : CIA-RDP79R00890A000700100030-6

NSC BRIEFING

NO CHANGE IN CLASS. IJ
III DECLASSIFIED
CLASS. CHANGED TO: 13 SC 1990
MENT REVIEW DATE:

31 OCTOBER 1956

NEXT REVIEW DATE:

AUTH: HICKORY

DATE: SOVIET POLICY TOWARD SATELLITES

- I. Events in Eastern Europe continue outstrip Soviet policy, and Moscow offer negotiate withdrawal Sev troops from Hungary, Rumania and Poland may be too little too late.
  - A. Beleaguered Soviet leaders desperately trying regain influence.
  - B. Wish to avoid compromising self-initiated "liberalization" program.
  - C. But may have to-as only way to stop snowballing threat to control in Eastern Europe.
- II. In both action and appearance Soviet leaders confused and unrealistic.
  - A. Ehrushchev, in recent conversation, blamed Polish and Hungarian difficulties on their excessive rate of industrialization, claiming USER had warned them on this.
- 25X1X B. It on 29 Oct Soviets could have "crushed Poles like flies" but had shown great restraint. Conversation confirmed that Soviets seriously considered force in Poland.
- 25X1X C. that Hungary illustrated what "small organized group" could do, that masses rarely took any initiative of their own.
  - III. At public appearances, bearing of Soviet leaders has read like fever chart.
    - A. On 25 October, they subdued and quiet at reception. Bulganin tired and depressed; Khrushchev lacked usual exuberance;

      Ragonovich and especially Molotov more at ease.
    - 3. On 29 October, they appeared considerably better spirits -- suggesting they had reached presidium decision on Hungary.



- C. On 30 October, Khrushchev, Bulganin, Molotov and Kagonovich seticeably more glum-possibly connected with Soviet troop' withdrawal from Budapest.
- IV. These surface signs of strain appeared only recently, but series unsuccessful stop-gap actions since summer have reflected increasing desperation and weakness.
  - A. Latest action -- 30 Oct Soviet declaration on relations with matellites -- amounts almost to capitulation.
  - B. That Soviet leaders did not intend it to be capitulation is evidenced by
    - 1. great emphasis placed on Warsaw pact as necessary to protect Communist system.
    - ii. Pointed omission of East Germany from list of countries where continued presence of Soviet troops subject to negotiation.
  - C. 30 Oct declaration unlikely to influence course of nationalist tide among both Communists and non-Communists in Poland and Rungary.
    - 1. Hagy, for example, has now called for withdrawal from Warsaw Pact.
- V. Soviet leadership thus faced, at best, with glum prospect of Polish and Hungarian deviation—disease likely to be communicated to increasingly restive East Germany, as well as other Satellites.
  - A. This ugly picture puts considerable strain on Sov "collective leadership."
  - B. Bohlen on 31 Oct saw no obvious sign of dissension.



- c. Mowever, additional setback for Soviet policy-for example, possibility of setback in Mear East-could be final straw.
- VI. Ehrushchev and Bulganin more subject to criticism than Molotov, who opposed Eastern European policy, or Eaganovich.
  - A. Opposition to K and B in Party Presidium might win support from military leadership wanting maintain firm control border areas.
    - i. But Zhukov, in 29 Oct talk with Bohlen, stuck to party line, indulging in mixture untruths, half truths, some elements fact on Hungarian situation.
    - 11. Zaukov also attempted assume "soldier's" attitude in defense Soviet troops in Hungary. Stated he not politician; function of Army was to carry out orders.
  - B. Other elements of support for opposition:
    - i. important members economic bureaucracy who base future bloc development on closer integration Soviet and Satellite economies.
    - ii. Stalinist elements.
  - C. Much depends on whether first-string team-Khrushchev (with his strength in Central Committee and among provincial party leaders)

    Mulgania and Mikoyan-remain united.



